



# STATE OF TENNESSEE

**2018 PCMH Program Enhancements**

11/14/2017

# Agenda

- 2018 Statistics for Wave 1 and Wave 2 Organizations
- Outcome Payment Formula for Low Volume PCMHs for 2018
- Efficiency Metrics for Low Volume PCMHs for 2018
- Outcome Payment Formula for High Volume PCMHs for 2018
- Quality Metric Reweighting Guidelines for 2018
- Reporting Timeframes
- Remediation Process Guidelines for 2018
- Care Coordination Tool (CCT) Update
- Admissions, Discharges, and Transfers (ADT) Update
- Navigant Update
- Medication Therapy Management (MTM) Pilot Program

## 2018 Statistics for PCMH Wave 1 & Wave 2 Organizations

- ~41 PCMH organizations are anticipated to begin participation in the program in January 2018.
- MCOs are expected to have all contracting completed by the end of December 2017. Full list of organizations will be released after all contracting has been completed.
- The table below shows current stats for PCMH wave 1& 2 organizations

	Wave 1	Wave 2	Total
<b>Number of PCMHs</b>	29	41	70
<b>Total number of members</b>	259,712	233, 708	493, 420
<b>West region</b>	8	10	18
<b>Middle region</b>	10	21	31
<b>East region</b>	11	10	21

# Outcome Payment Formula for Low Volume PCMHs for 2018

## Current Outcome Payment Formula

<u>Average Cost of Care (PMPM)</u>	×	<u>Efficiency Improvement Percentage</u>	×	<u>Maximum Share of Savings</u>	×	<u>Outcome Savings Percentage</u>	×	<u>Member Months</u>	=	<u>Outcome Payment</u>
Average		0% to 20%		25%		0% to 100%		# Attributed		Calculated

After extensive discussions and a review of analyses from all 3 MCOs, the State is moving forward with using the new outcome payment formula below for low volume PCMHs starting January 1, 2018.

## New Outcome Payment Formula

<u>Average Cost of Care (PMPM)</u>	×	<u>Efficiency Improvement Percentage + Efficiency Stars</u>	×	<u>Maximum Share of Savings</u>	×	<u>Quality Stars</u>	×	<u>Member Months</u>	=	<u>Outcome Payment</u>
Average		50%		25%		50%		# Attributed		Calculated



**Efficiency Improvement Percentage: 20% (capped)**  
+  
**Efficiency Stars: 30% (15% x 2 measures)**

# Efficiency Metrics for 2018

- Low volume PCMH and Health Link organizations will move from 5 efficiency metrics to 2 efficiency metrics in 2018.
- This will simplify the model and allow providers to focus more intentionally on fewer efficiency measures.
- The remaining efficiency measures will be included as reporting only.
- High Volume PCMHs will continue to have efficiency measured based on savings to Total Cost of Care (TCOC).

## Current Low Volume PCMH & Health Link Efficiency Measures

1. Ambulatory care - ED visits per 1,000 member months
2. Inpatient discharges per 1,000 member months – Total inpatient
3. All-cause hospital readmissions rate (PCR)
4. Mental health utilization per 1,000 member months - Inpatient
5. Avoidable ED visits per 1,000 member months

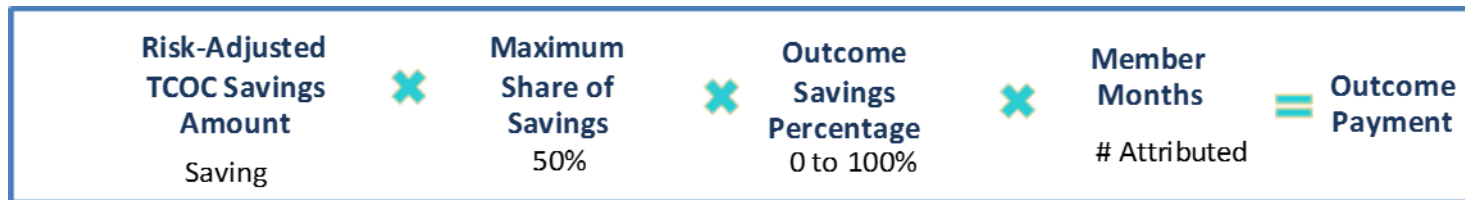
**2018 Efficiency Measures**



# Outcome Payment Formula for High Volume PCMHs for 2018

- The outcome payment formula will remain the same for High Volume PCMHs (those with >5,000 members in a single MCO)

## Outcome Payment Formula



## Separate Efficiency Metric Thresholds for Low Volume PCMHs based on Organization Type in 2018

- The MCOs have set efficiency metric thresholds with guidance from the State
- Efficiency metric thresholds were calculated to include both adult and pediatric members for the 2017 performance year
- To more appropriately set thresholds based on the type of members in a population, the State has revised guidelines\* such that thresholds are set separately for adult/family and pediatric organizations in 2018.
- Each MCO can share with you your organization's efficiency thresholds for 2018.

*\* These guidelines will be posted on the website by the end of November*

# Quality Metric Reweighting

- HEDIS requires that quality measures must have at least 30 observations in the denominator in order to be measured.
- Beginning in calendar year 2018, if an organization does not have 30 observations for a quality metric's denominator, the value of that measure may be redistributed.
- Goals of reweighting:
  - Reward high performance on measures for which organizations have a sufficient denominator
  - Give lower volume providers the same opportunity to earn a percentage of the outcome payment that is based on their high quality performance



# Quality Metric Reweighting Guidelines for 2018

- Organizations still earn quality stars by meeting or exceeding the threshold for a metric (and all of its sub-metrics, if applicable).
- The potential value of each ineligible star will be redistributed so that the total value of quality performance could still reach up to 50%. For example, if a family organization meets the denominator for all 10 measures, each star is worth 5%. If that organization meets the denominator for 9 of 10 measures, each star is worth 5.56%.

## Guidelines:

- Organizations must **still meet quality gate** to qualify for an outcome payment
  - Pediatric or Adult-only= 2 star minimum
  - Family Practice= 4 star minimum
- The maximum number of measures for which star values may be re-distributed are as follows:
  - PCMH pediatric or adult-only organization= 2 stars
  - PCMH family practice= 4 stars
- The value of composite measures will only be re-distributed when the minimum denominator is not met for ALL of its sub-metrics.

# Quality Metric Reweighting Guidelines for 2018

## Guidelines for Sub-Metrics:

- Organizations will be measured on their performance (and therefore eligible for a star) for any metric for which they have a sufficient denominator in at least one sub-metric.
- Organizations must still pass the threshold for every eligible sub-metric in order to earn a star.

# Quality Metric Reweighting Guidelines for 2018

## Example 1

Quality Measure- EPSDT Screening Rate (composite for older kids)	Panel eligible for measure?	Performance	Benchmark
Well-child visits ages 7-11 years	Yes	65.0%	≥55.0%
Adolescent well care visits age 12-21	<u>No</u>	N/A	≥45.0%



A star would be earned under the guidelines based on performance on this sub-metric alone.

## Example 2

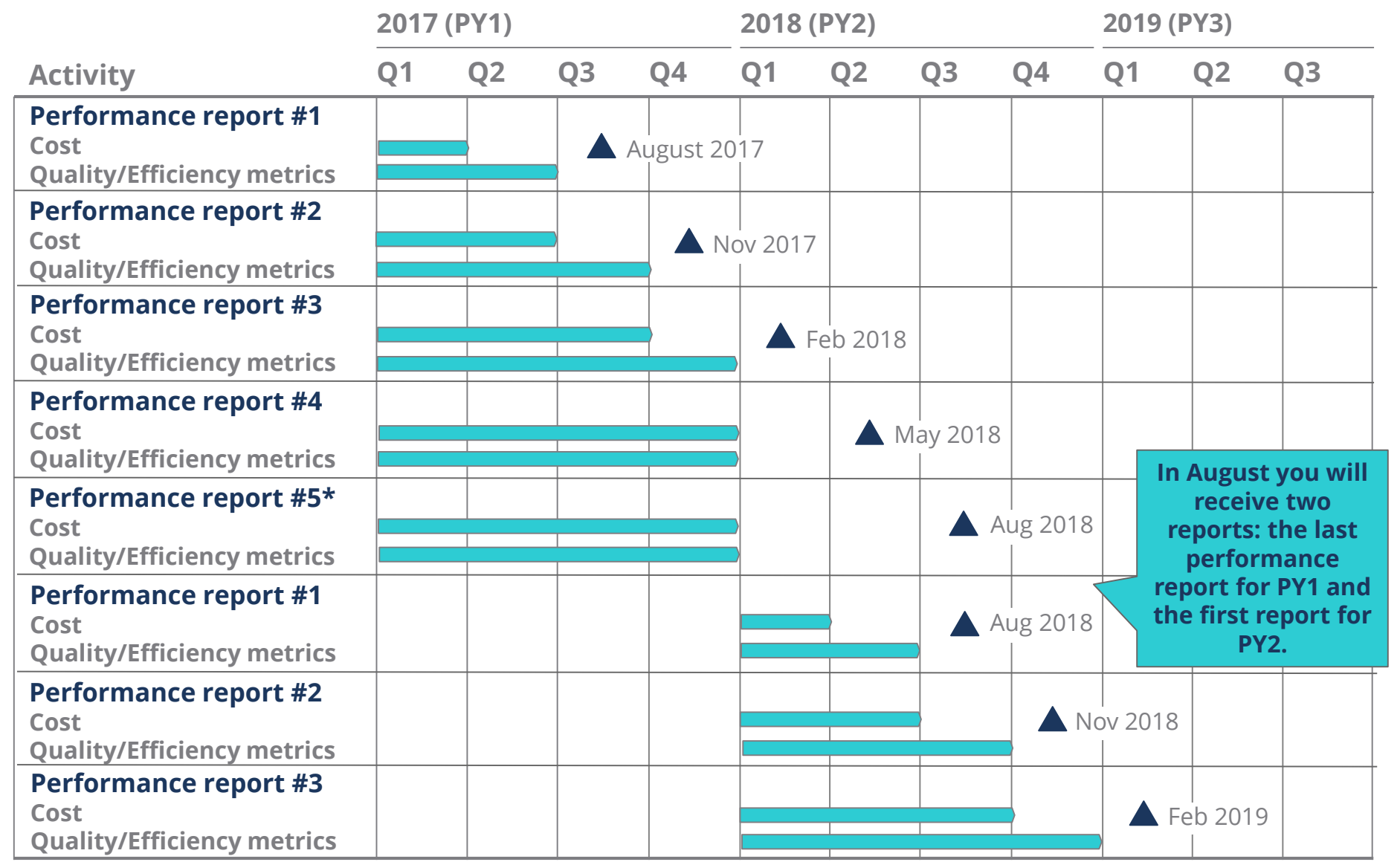
Quality Measure- EPSDT Screening Rate (composite for older kids)	Panel eligible for measure?	Performance	Benchmark
Well-child visits ages 7-11 years	Yes	45.0%	≥55.0%
Adolescent well care visits age 12-21	<u>No</u>	N/A	≥45.0%



A star would not be earned under the guidelines based on performance on this sub-metric alone.

# Reporting Timeframes

Reporting period DOS   
Report release ▲



In August you will receive two reports: the last performance report for PY1 and the first report for PY2.



\*Performance report #5 will be the basis for each organization's 2017 outcome payment.

# Remediation Triggers for a PCMH

**The remediation process is initiated when a PCMH organization fails to meet deadlines and/or performance targets on required program activities. A PCMH may trigger probation, remediation and/or removal under any of the following circumstances:**

1. Not meeting program requirements (e.g. NCQA recognition requirements)
2. Poor performance defined as:
  - PCMH earning 2 or fewer quality stars at the end of a performance period (after 12 months); **or**
  - PCMH earning 1 or fewer efficiency stars at the end of a performance period (after 12 months)
    - PCMH would be put on probation and remain in probation until the end of the next performance period when their performance would be reevaluated
    - If their performance does not improve, then they would be moved into remediation
3. Failure to respond and meet with MCO and/or TennCare

# Phases of Remediation Process for PCMH

The remediation process includes three phases outlined below. More details will be available in the Provider Operating Manual.

## Probation

- If a PCMH is not meeting performance and program requirements, MCOs and TennCare will notify a provider that they are under review and will stay in clear communication for 6 months.
- If improvements still do not occur, a final probation letter is issued, and the PCMH organization will be required to work with the MCO(s) and those providing coaching to write a corrective action plan (CAP).
- If performance has still not improved, then the MCO(s) will notify TennCare and the PCMH organization will be moved into the remediation phase.



## Remediation

- MCO(s) will review the CAP and work with coaches a second time to determine if a PCMH organization is making improvements.
- Activity payments may stop if CAP is not followed or performance and/or program requirement issues are not met.
- MCO(s) may move a PCMH organization from remediation to probation under a revised CAP at their discretion.



## Removal from PCMH

- If a PCMH has not fulfilled their CAP, MCOs will terminate all of a PCMH organization's provider payment streams.
- TennCare and MCO(s) reserve the right to remove a PCMH organization from the program in extreme circumstances.

# CCT Update

- Data Accuracy
  - Accuracy of member attribution lists has improved immensely over recent months.
  - As of October 31, 2017, attribution error rates are calculated at less than 1% across all MCOs.
- Recent Enhancements
  - SSNs displaying in the My Members and Quality Measures tabs (September)
  - Search for members by age, race, gender, and county (September)
- Training Materials
  - CCT training materials are updated on an ongoing basis to reflect changes within the tool.
  - Demonstration videos are also being developed regularly. Newest videos include:
    - Finding Dual Program Members' Information
    - Finding Claims Based Medication Information
  - Training materials can be found on the State's website: <https://www.tn.gov/tenncare/article/care-coordination-tool>.
  - CDPS webinar recording and presentation are also available on the CCT website.

# Admissions, Discharges, and Transfers (ADT) Update

- ADT feeds show you real time information about when your attributed members have been in the hospital or ED.
- The State has been working closely with the Tennessee Hospital Association (THA) to increase the number of hospitals sending ADT feeds into the Care Coordination Tool.
- Our goal is to have 100% of THA hospitals reporting into the CCT by the end of 2017.

Source	Health Systems	Health Systems LIVE	Total Hospitals	Total Hospitals LIVE	Total Beds	Total Beds LIVE	% of Hospitals Complete	% of Beds Complete
THA	21	11	137	83	20,447	14,194	61%	69%
CHS	1	0	18	0	2,668	0	0	0
eTHIN	1	0	10	0	2,059	0	0	0
Other	2	0	14	0	1,514	0	0	0
<b>Statewide Totals</b>	<b>25</b>	<b>11</b>	<b>179</b>	<b>83</b>	<b>26,688</b>	<b>14,194</b>	<b>46%</b>	<b>53%</b>



# Navigant Update

- Navigant coaches continue to be available for on site coaching at each of your sites. Please reach out to your coach or Rick at [rwalker@ccwnc.org](mailto:rwalker@ccwnc.org) to schedule sessions.
- Dates for 2018 Conferences:
  - February 27<sup>th</sup>, 28<sup>th</sup> & March 1<sup>st</sup> (West, Middle, East)
  - June 19<sup>th</sup>, 20<sup>th</sup> & 21<sup>st</sup> (West, Middle, East)
  - October 23<sup>rd</sup>, 24<sup>th</sup> & 25<sup>th</sup> (West, Middle, East)
- PCMH wave 2 organizations will be in attendance at February conferences so you will be able to meet them in person.

# Medication Therapy Management (MTM) Pilot Program

- The MTM pilot program will launch in **January 2018**
- It is a **voluntary** program that reimburses pharmacists for providing MTM to eligible members in the PCMH and Health Link programs
  - Pharmacists will be working directly with members to identify, prevent, and resolve medication related problems and collaborate with other healthcare professionals to resolve any identified problems.
- Members who have multiple chronic illnesses and medications with a risk stratification of **Medium-High, High, or Critical** or members who have pediatric asthma or pediatric diabetes are eligible for MTM
- Pharmacists must have a Medicaid ID, collaborative practice agreement, network agreement and credentialing, as well as, Care Coordination Tool registration, training and access
- For a list of pharmacists interested in participating in MTM contact the Tennessee Pharmacist Association (TPA)
  - Executive Director, Micah Cost, PharmD, MS: [micah@tnpharm.org](mailto:micah@tnpharm.org)
- MTM website: <http://www.tn.gov/tenncare/article/medication-therapy-management-pilot-program>
- Questions? Email [TennCare.MTMpilot@tn.gov](mailto:TennCare.MTMpilot@tn.gov)



**THANK YOU**

**Questions?**